



GARY R. HERBERT
Governor

GREGORY S. BELL
Lieutenant Governor

State of Utah

DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER
Executive Director

Division of Oil, Gas and Mining

JOHN R. BAZA
Division Director

Internal
C0070020

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September 19, 2011

To: Internal File

From: Daron R. Haddock, Coal Program Manager *DRH*

Re: Compliance Review for Section 510 (c) Findings - Permit Renewal, Horizon Mine, Hidden Splendor Resources, Inc., C/007/0020

As of the writing of this memo, there are no NOVS or COs which are not corrected or in the process of being corrected at the Horizon Mine. There are no finalized Civil Penalties, which are outstanding and overdue in the name of Hidden Splendor Resources, Inc. Hidden Splendor Resources, Inc. does not have a demonstrated pattern of willful violations, nor have they been subject to any bond forfeitures for any operation in the state of Utah.

The recommendation from the Applicant Violator System (AVS) denotes that all connected entities either do not have any civil penalties or are under a settlement agreement.



Permit Evaluation

Permit Number ACT007020 SEQ:5
 Permittee Name 153690 Hidden Splendor Resources Inc
 Date Of Narrative 9/23/2011 11:29:46 AM
 Requestor suzanne.steab

CAUTION: The Applicant/Violator System (AVS) is an informational database. Permit eligibility determinations are made by the regulatory authority with jurisdiction over the permit application not by the AVS. Results which display outstanding violations may not include critical information about settlements or other conditions that affect permit eligibility. Consult the AVS Office at 800-643-9748 for verification of information prior to making decisions on these results.

19 Violations Found.

1: Bond Forfeiture	<u>2985329</u>	KY	Permit:2985329	Outstanding	5/14/1987
Violator 1:	078176 Adkins & Webb Inc				
2: State Civil Penalty	<u>053004</u>	KY	Permit:2985329	Outstanding	3/27/1986
Violator 1:	078176 Adkins & Webb Inc				
3: Bond Forfeiture	<u>2985332</u>	KY	Permit:2985332	Outstanding	8/19/1988
Violator 1:	108056 J & H Coal Co				
4: State Civil Penalty	<u>053764</u>	KY	Permit:2985332	Outstanding	9/18/1987
Violator 1:	108056 J & H Coal Co				
5: State Civil Penalty	<u>054149</u>	KY	Permit:2985332	Outstanding	3/28/1988
Violator 1:	108056 J & H Coal Co				
6: Bond Forfeiture	<u>4985319</u>	KY	Permit:4985319	Outstanding	1/20/1989
Violator 1:	034732 Price Coal Co				
7: State Civil Penalty	<u>053671</u>	KY	Permit:4985319	Outstanding	5/22/1987
Violator 1:	034732 Price Coal Co				
8: State Civil Penalty	<u>054020</u>	KY	Permit:4985319	Outstanding	4/26/1988
Violator 1:	034732 Price Coal Co				
9: State Civil Penalty	<u>054058</u>	KY	Permit:4985319	Outstanding	11/20/1987
Violator 1:	034732 Price Coal Co				
10: State Civil Penalty	<u>054148</u>	KY	Permit:4985319	Outstanding	3/24/1988
Violator 1:	034732 Price Coal Co				
11: State Civil Penalty	<u>054323</u>	KY	Permit:4985319	Outstanding	6/15/1988
Violator 1:	034732 Price Coal Co				
12: Bond Forfeiture	<u>6985333</u>	KY	Permit:6985333	Outstanding	1/16/1990
Violator 1:	108056 J & H Coal Co				
13: State Civil Penalty	<u>053568</u>	KY	Permit:6985333	Outstanding	6/5/1987
Violator 1:	108056 J & H Coal Co				
14: State Civil Penalty	<u>053757</u>	KY	Permit:6985333	Outstanding	7/6/1987
Violator 1:	108056 J & H Coal Co				
15: State Civil Penalty	<u>053934</u>	KY	Permit:6985333	Outstanding	10/2/1987
Violator 1:	108056 J & H Coal Co				
16: State Civil Penalty	<u>054316</u>	KY	Permit:6985333	Outstanding	3/28/1988
Violator 1:	108056 J & H Coal Co				
17: State Civil Penalty	<u>054442</u>	KY	Permit:6985333	Outstanding	6/15/1988
Violator 1:	108056 J & H Coal Co				
18: State Civil Penalty	<u>504587</u>	KY	Permit:8985157	Outstanding	8/23/1988
Violator 1:	007928 Past Coal Company Incorporated				
19: AML	<u>ACT/007/020</u>	UT	Permit:ACT007020	Conditional	9/30/2007
Violator 1:	153690 Hidden Splendor Resources Inc				

Evaluation OFT

Entities: 9

248416 America West Resources Inc - ()
---118472 Dan R Baker - (Chief Executive Officer)
---118472 Dan R Baker - (Director)
---118472 Dan R Baker - (President)
---153690 Hidden Splendor Resources Inc - (Subsidiary Company)
-----153692 Alexander H Walker III - (Director)
-----153692 Alexander H Walker III - (President)
-----153692 Alexander H Walker III - (Secretary)
-----153692 Alexander H Walker III - (Vice President)
-----153694 Alexander H Walker Jr - (Director)
-----153694 Alexander H Walker Jr - (Secretary)
---153692 Alexander H Walker III - (Director)
---153692 Alexander H Walker III - (Secretary)
---153693 Amanda W Cardinali - (Director)
---248537 George Jarkesy - (Director)
---248545 John Durbin - (Chief Financial Officer)
---248546 Brian Rodriguez - (Director)

Narrative

9/23/11 - Violation 19 issued to the permittee is under a bankruptcy reorganization settlement agreement. The remaining 18 KY state violations are under Island Creek settlement. Linking entity is Dan Baker. aw